

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: INTERSTATE POWER AND LIGHT COMPANY	DOCKET NO. TF-02-417 (RPU-02-3)
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ORDER APPROVING TARIFF

(Issued July 26, 2002)

On June 27, 2002, the Utilities Board (Board) issued an "Order Setting Temporary Rates, Approving Corporate Undertaking, and Requiring Additional Information" in Interstate Power and Light Company's (IPL) pending electric rate case, Docket No. RPU-02-3. Pursuant to Iowa Code § 476.6(13), temporary rates are effective immediately upon the Board's decision. However, the utility need not implement the rates immediately and IPL notified the Board that rates would not be implemented until on or about July 15, 2002. On July 9, 2002, IPL filed proposed tariffs, identified as TF-02-417, reflecting the rates approved in the Board's June 27, 2002, order.

The Board has reviewed the proposed tariffs and will approve them. The tariffs accurately reflect the temporary rate increase of \$15,453,627 granted by the Board in its June 27, 2002, order. Pursuant to the order, the temporary rate increase was allocated to customers located in the Southern and Interstate Power Company (IPC) pricing zones. Northern zone lighting rates were also increased slightly.

The tariffs implement the Board's rulings that no class zone will receive a rate reduction and class increases will be applied to the lowest zone first, until the lowest zone is equal with the next highest zone, then, applied uniformly to those zones. Class zone increases were also limited to no more than 8 percent. Under temporary rates, Southern zone residential rates are increased by 7.97 percent and IPC zone residential rates are increased by 2.66 percent.

IT IS THEREFORE ORDERED:

Docket No. TF-02-417 is approved, subject to refund.

UTILITIES BOARD

/s/ Diane Munns

/s/ Mark O. Lambert

ATTEST:

/s/ Sharon Mayer
Executive Secretary, Assistant to

/s/ Elliott Smith

Dated at Des Moines, Iowa, this 26th day of July, 2002.